

**2005 MICHIGAN  
SBT Recapture of Capital Acquisition Deduction**

Issued under authority of P.A. 228 of 1975. See instruction booklet for filing guidelines.

1. Name	2. Federal Employer Identification Number (FEIN) or TR Number
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**PART 1: DISPOSITION OF DEPRECIABLE REAL PROPERTY ACQUIRED IN TAX YEARS BEGINNING BEFORE OCTOBER 1, 1989**

3. Enter all depreciable **real property located in Michigan** that was sold or otherwise disposed of during the tax year.  
Include property acquired on or after January 1, 1976 and in tax years beginning before October 1, 1989.

a. Description	b. Location	c. Date Acquired	d. Date Sold	e. Gross Sales Price	f. Gain or (Loss)
4. Total columns 3e and 3f. A loss on 4f will increase recapture				4.	

5. **Adjusted Proceeds.** If line 4f is a gain, subtract it from 4e. If line 4f is a loss, add it to 4e ..... 5. \_\_\_\_\_ .00  
**If taxable in another state, complete lines 6 and 7; otherwise, go to line 8.**

6. Apportioned gains or (losses). Multiply line 4f by the percentage  
from C-8000H, line 16 or line 19, whichever applies ..... 6. \_\_\_\_\_ .00

7. Apportioned Adjusted Proceeds. If line 6 is a gain, subtract it from 4e. If line 6 is a loss, add it to 4e ..... 7. \_\_\_\_\_ .00

**PART 2: DISPOSITION OF DEPRECIABLE PERSONAL PROPERTY ACQUIRED IN TAX YEARS BEGINNING BEFORE OCTOBER 1, 1989**

8. Enter all depreciable **personal property** that was sold or otherwise disposed of during the tax year.  
Include property acquired on or after January 1, 1976 and in tax years beginning before October 1, 1989.

a. Description	b. Location	c. Date Acquired	d. Date Sold	e. Gross Sales Price	f. Gain or (Loss)
9. Total columns 8e and 8f. A loss on 9f will increase recapture				9.	

10. **Adjusted Proceeds.** If line 9f is a gain, subtract it from 9e. If line 9f is a loss, add it to 9e ..... 10. \_\_\_\_\_ .00  
**If taxable in another state, complete line 11; otherwise, go to line 12.**

11. Apportioned Adjusted Proceeds. Multiply line 10 by the percentage from C-8000H, line 23 ..... 11. \_\_\_\_\_ .00

### PART 3: DISPOSITION OF REAL AND PERSONAL PROPERTY ACQUIRED IN TAX YEARS BEGINNING AFTER SEPTEMBER 30, 1989 - VARIOUS

12. Enter all depreciable **real and personal property** that was sold or otherwise disposed of during the tax year. Include: (1) Property acquired in tax years beginning after September 30, 1989 and before January 1, 1997, (2) Real and personal property acquired in tax years beginning after December 31, 1996 and before January 1, 2000 and located in Michigan, or moved into Michigan after acquisition in tax years beginning after December 31, 1996 and before January 1, 2000, and (3) All mobile tangible assets acquired in tax years beginning after December 31, 1996 and before January 1, 2000.

a. Description	b. Location	c. Date Acquired	d. Date Sold	e. Gross Sales Price	f. Gain or (Loss)
13. Total columns 12e and 12f. A loss on 13f will increase recapture ..... 13.					

14. **Adjusted Proceeds.** If line 13f is a gain, subtract it from 13e. If line 13f is a loss, add it to 13e ..... 14. .00  
**If taxable in another state, complete line 15; otherwise, go to line 16.**

15. Apportioned Adjusted Proceeds. Multiply line 14 by the percentage from C-8000H, line 16 or 19 ..... 15. .00

### PART 4: TRANSFERS OUT OF MICHIGAN OF ALL DEPRECIABLE REAL AND PERSONAL PROPERTY, OTHER THAN MOBILE TANGIBLE ASSETS, ACQUIRED IN TAX YEARS BEGINNING AFTER DECEMBER 31, 1996, THAT WERE ELIGIBLE FOR A CAPITAL ACQUISITION DEDUCTION

16. Enter all depreciable **real and personal property** transferred outside Michigan, other than mobile tangible assets, acquired in tax years beginning after December 31, 1996 and before January 1, 2000, that were eligible for a capital acquisition deduction.

a. Description	b. Location	c. Date Acquired	d. Date Transferred	e. Adjusted Federal Basis

17. Total column 16e ..... 17. .00  
**If taxable in another state, complete line 18; otherwise, go to line 19.**

18. Apportioned total federal basis. Multiply line 17 by the percentage from Form C-8000H, line 16 or 19, whichever applies ..... 18. .00

### PART 5: TOTAL RECAPTURE

19. **TOTAL RECAPTURE of Capital Acquisition Deduction.** Add lines 5, 10, 14 and 17 OR lines 7, 11, 15 and 18, whichever apply. Enter here and on Form C-8000, line 35 ..... 19. .00

# Instructions for Form C-8000D, Recapture of Capital Acquisition Deduction

**Purpose:** To adjust the tax base for the disposal or transfer of depreciable real or personal property acquired in tax years beginning prior to January 1, 2000.

If the taxpayer disposed of depreciable real or personal property that was acquired in tax years beginning on or after January 1, 1976 and before January 1, 2000, complete this form and attach it to the annual return.

① **Note:** A sale of qualifying property reported on the installment method for federal income tax purposes causes a recapture of the entire gross proceeds in the year of the sale. The recapture is reduced by any gain reported in federal taxable income in the year of the sale. The gain attributable to the installment sale that is reported in subsequent years is subtracted from the tax base for those years.

Use Part 4 to compute the recapture for property moved out of the state. If more space is needed, attach separate schedules.

**\*\*Required information when including multiple dispositions as one entry:** For all dispositions, Date Acquired must be the same **and** Date Sold or Date Transferred must be the same. All dispositions that have variable dates must be listed separately. In Parts 1, 2 and 3 below, the calculation of gross proceeds may be reduced by selling expenses.

**Line 2, Account Number.** Enter the same account number used on page 1 of the Annual Return.

## **PART 1: Disposition of Depreciable Real Property Acquired in Tax Years Beginning Before October 1, 1989**

Enter gross proceeds from all dispositions of depreciable **real property** (property as described in IRC Section 1250) **located in Michigan** that was acquired on or after January 1, 1976 and in tax years beginning before October 1, 1989.

**Line 3, Columns a through f.** Give all the information required for each disposition in columns a through f.\*\*

**Line 4, Columns e and f.** Enter the total gross proceeds in column e. In column f, enter the total gain or loss included in federal taxable income. Total gain is before capital gain deduction.

**Line 5, Adjusted Proceeds.** Subtract the total gain or add the total loss on line 4, column f, to the gross proceeds on line 4, column e. A loss on line 4, column f, will increase the recapture.

**Line 6, Apportioned Gains or (Losses).** Multiply line

4f by the percentage from Form C-8000H, *SBT Apportionment Formula*, line 16 or 19, whichever applies.

**Line 7, Apportioned Adjusted Proceeds.** If line 6 is a gain, subtract it from 4e. If line 6 is a loss, add it to 4e.

## **PART 2: Disposition of Depreciable Personal Property Acquired in Tax Years Beginning Before October 1, 1989**

Enter gross proceeds from all dispositions of depreciable **personal property, wherever it is located**, that was acquired on or after January 1, 1976 and in tax years beginning before October 1, 1989.

**Line 8, Columns a through f.** Give all the information required for each disposition in columns a through f. \*\*

**Line 9, Columns e and f.** Enter the total gross proceeds in column e. In column f, enter the total gain or loss included in federal taxable income. Total gain is before capital gain deduction.

**Line 10, Adjusted Proceeds.** Subtract the total gain or add the total loss on line 9, column f, to the gross proceeds on line 9, column e. A loss on line 9, column f, will increase the recapture.

**Line 11, Apportioned Adjusted Proceeds if Taxable in Another State.** Multiply adjusted proceeds on line 10 by the capital acquisition apportionment percentage for the current year from Form C-8000H, line 23.

## **PART 3: Disposition of Real and Personal Property That Was Sold or Otherwise Disposed of During the Tax Year**

Include the following:

- Property acquired in tax years beginning after September 30, 1989 and before January 1, 1997
- Real and personal property acquired in tax years beginning after December 31, 1996 and prior to January 1, 2000, located in Michigan or moved into Michigan after acquisition
- Mobile tangible assets acquired in tax years beginning after December 31, 1996 and prior to January 1, 2000, whether located in Michigan or outside Michigan.

**Mobile tangible assets** are all of the following:

- Motor vehicles that have a gross vehicle weight rating of 10,000 pounds or more and are used to transport property or persons for compensation
- Rolling stock (railroad freight or passenger cars,

locomotives or other rail cars), aircraft and watercraft used by the owner to transport property or persons for compensation or used by the owner to transport the owner's property for sale, rental or further processing, and

- Equipment used directly in completion of, or in construction contracts for, the construction, alteration, repair or improvement of property.

**Line 12, Columns a through f.** Give all the information required for each disposition in columns a through f. \*\*

**Line 13, Columns e and f.** Enter the total gross proceeds in column e. In column f enter the total gain or loss included in federal taxable income. Total gain is before capital gain deduction.

**Line 14, Adjusted Proceeds.** Subtract the total gain or add the total loss on line 13, column f, to the gross proceeds on line 13, column e. A loss on line 13, column f, will increase the recapture.

**Line 15, Apportioned Adjusted Proceeds if Taxable in Another State.** Multiply the amount on line 14 by the apportionment percentage from Form C-8000H, line 16 or 19, whichever applies.

**PART 4: Transfers Out of Michigan of All Depreciable Real and Personal Property, Other Than Mobile Tangible Assets, Acquired in Tax Years Beginning After December 31, 1996, That Were Eligible for a Capital Acquisition Deduction.**

**Line 16, Columns a through e.** Give all the information required for each disposition in columns a through e. \*\*

**Line 18, Apportioned Total Federal Basis.** Multiply the amount on line 17 by the apportionment percentage from Form C-8000H, line 16 or 19, whichever applies.

**PART 5: Total Recapture.**

**Line 19.** Enter the total adjustment required as a recapture for the capital acquisition deduction. Also enter on Form C-8000, *Single Business Tax Annual Return*, line 35.

If taxable only in Michigan, add lines 5, 10, 14 and 17. If taxable in another state, add lines 7, 11, 15 and 18.

***Attach this schedule to the return.***